



State of Utah

Department of Natural Resources

ROBERT L. MORGAN Executive Director

Division of Oil, Gas & Mining

MARY ANN WRIGHT Acting Division Director OLENE S. WALKER Governor

GAYLE F. McKEACHNIE
Lieutenant Governor

January 5, 2005

Mr. Bob Bayer JBR Environmental Consultants, Inc. 8160 South Highland Drive, Suite A-4 Sandy, Utah 84093

Subject: Release Request, North Lily Mining Company, North Lily Tintic Project,

M/023/007, Juab County, Utah

Dear Bayer:

On December 14, 2004, the Division received your request for release of the remaining bond amount of \$23,200 presently being held for revegetation related work completed by JBR. This work was completed at the North Lily Tintic Project located in Section 17 & 35, T10S, R3W, SLBM, Juab County, Utah on November 2001.

The Division is unable to grant your request for a release of these monies at this time due to the fact that a site inspection has not been made to the site to assess the revegetation success. In order to complete a proper vegetation assessment we will have to wait until the next growing season. Once this determination is made you will be notified whether the revegetation effort was successful or if reseeding of the area will be necessary.

If you have any questions concerning this decision please contact me at (801) 538-5325.

Sincerely,

Daron R. Haddock Permit Supervisor

Minerals Regulatory Program

DRH:dj:jb

cc: Doug Jensen, DOGM

O:\M023-Juab\M0230007-NorthLily\Final\bndrelreq.doc

Haddock